

*Route 4 Hall
DOE*

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October 10, 1978

Utah Division of Oil, Gas & Mining
1588 West North Temple
Salt Lake City, Utah 84116

ATTN: Ron Daniels

Re: Declaration of Exemption - Dillon Exploration, Inc.

Gentlemen:

Enclosed is a completed copy of MR Form 4 - Declaration of Exemption, which is submitted on behalf of Dillon Exploration, Inc., a Montana corporation, with its principal office in Lethbridge, Alberta.

Dillon Exploration, Inc., has recently acquired several old perlite properties in Beaver County, Utah. The company intends to reopen operations at an existing site where perlite mining has been conducted intermittently since the late 1940s. The total area to be involved in the operation during the next 12 months is expected to be less than two acres of land. Existing roads (which are maintained by Beaver County) will be utilized in the operation and no new roads, disposal sites or other surface disturbances are planned or anticipated.

In the event the company, at some time in the future, decides to expand the operation beyond two acres, whether through expanded operations or through the creation of new roads or disposal sites, we will first notify the Division of Oil, Gas & Mining by filing the required notices and forms pursuant to the applicable law and regulations.

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Gas & Mining
October 10, 1978
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If you have any questions, please do not hesitate
to call.

Very truly yours,

RAY, QUINNEY & NEBEKER

Robert P. Hill
Robert P. Hill

RPH:kk
Enclosure
cc: Dillon Exploration